

## **FISCAL NOTE**

TO: Chief Clerk of the Senate  
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: April 11, 1995

SUBJECT: **HB 240 - SB 1228**

This bill, if enacted, will make state employees who have left state service and exhausted all COBRA insurance benefits eligible for TennCare. Such employees shall pay the same premiums and deductibles as other persons insured by TennCare. According to the Department of Finance and Administration, Bureau of TennCare, this would require a modification of the TennCare waiver to be approved by the Federal Government.

The fiscal impact from enactment of this bill, if the waiver modification was approved, is estimated to result in an increase in state expenditures depending on the number of former state employees that chose to enroll in TennCare versus the increased revenues from premiums. A reasonable estimate of the net increase in state expenditures cannot be determined but is estimated to exceed \$100,000.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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